



**House Appropriations Committee
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Overview of the State Hospitals

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State Mental Health Hospitals

Osawatomie State Hospital (OSH), Adair Acute Care (AAC) and Larned State Hospital (LSH) serve people experiencing serious symptoms of mental illness.

- Persons who have been deemed a danger to themselves or others:
 - Generally exhibit symptoms that community providers cannot treat safely and effectively.
 - Once stabilized, can return home and be supported by their local Community Mental Health Center (CMHC).
- AAC and LSH's Psychiatric Services Program (PSP) are certified to participate in Medicaid and Medicare and receive federal funding.
- Required to provide an array of mental health care and treatment for all their patients from their approved budget.

State Mental Health Hospitals

LSH has two additional programs outside of the Psychiatric Services Program (PSP):

- Sexual Predator Treatment Program (SPTP)
 - Persons committed as violent sexual predators receive treatment and services.
- State Security Program (SSP)
 - Persons committed by district courts for a forensic evaluation or transferred from the Department of Corrections pursuant to the Kansas Code of Criminal Procedure.

State Mental Health Hospitals

Summary of State Mental Health Hospital Census

(as of 1/1/2019)

| <u>Facility</u> | <u>Budgeted Beds</u> | <u>Average Census YTD</u> |
|--------------------------|----------------------|---------------------------|
| OSH | 106 | 98 |
| AAC | 60 | 42 |
| LSH – PSP | 90 | 66 |
| LSH – SSP | 220 | 143 |
| LSH – SPTP | 270 | 238 |
| LSH – SPTP Reintegration | 25 | 25 |
| <i>TOTAL</i> | <i>771</i> | <i>612</i> |

Summary of Staffing

| <u>Facility</u> | <u>Authorized Positions**</u> | <u>Vacant FTEs</u> |
|---------------------|-------------------------------|----------------------|
| OSH | 319.00 | 48.00 |
| AAC | 159.00 | 49.00 |
| LSH | 995.50 | 369.00 |
| <i>TOTAL</i> | <i>1,473.50</i> | <i>466.00</i> |

*****Includes FTE and Non-FTE***

State Mental Health Hospitals

Summary of State Mental Health Hospital Turnover and Vacancy Rates (as of 1/1/2019)

| <u>Facility</u> | <u>Turnover Rate (%)</u> | <u>Vacancy Rate (%)</u> |
|-----------------|--------------------------|-------------------------|
| OSH | 45.8 | 19.9 |
| LSH | 25.8 | 26.5 |

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State Intellectual Disability Hospitals

Parsons State Hospital and Training Center (PSH&TC) and Kansas Neurological Institute (KNI) serve people with severe, life-long disabilities.

- Onset during the persons' developmental years.
- Most frequently at or before birth.
- Persons with severe intellectual and developmental disabilities generally require lifetime services and supports.

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State Intellectual Disability Hospitals

- Surveyed at least annually by KDHE
- Licensed and certified to participate in federal Medicaid funding as intermediate care facilities for individuals with intellectual disabilities (ICF/IIDs) and other related conditions.
- Utilize person centered, preferred lifestyle planning.
- Seek full inclusion of their residents in the lives of the community.

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State Intellectual Disability Hospitals

Summary of State Intellectual Disability Hospital Census

(as of 1/1/2019)

| <u>Facility</u> | <u>Budgeted Beds</u> | <u>Average Census YTD</u> |
|---------------------|----------------------|---------------------------|
| PSH&TC | 188 | 163 |
| KNI | 140 | 138 |
| <i>TOTAL</i> | <i>328</i> | <i>301</i> |

Summary of Staffing

| <u>Facility</u> | <u>Authorized Positions**</u> |
|---------------------|-------------------------------|
| PSH&TC | 477.20 |
| KNI | 451.70 |
| <i>TOTAL</i> | <i>928.90</i> |

*****Includes FTE and Non-FTE***

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State Intellectual Disability Hospitals

Summary of State Mental Health Hospital Turnover and Vacancy Rates (as of 1/1/2019)

| <u>Facility</u> | <u>Turnover Rate (%)</u> | <u>Vacancy Rate (%)</u> |
|-----------------|--------------------------|-------------------------|
| PSH | 26.0 | 22.0 |
| KNI | 33.3 | 14.6 |

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Budget

Key Points Regarding State Hospital Funding

- Funding for the State Hospitals comes from three main sources:
 - State General Fund (SGF)
 - Medicaid/Disproportionate Share (DSH) Payments
 - Medicare/Private Insurance
- All hospital Medicaid and DSH payments are deposited into a “parent” Title XIX account at KDADS:
 - PSH and KNI bring in the majority of the Medicaid revenue
 - OSH and LSH bring in the majority of the DSH revenue
 - Funding is budgeted and distributed throughout the year through transfers from KDADS to the Hospitals

Budget

Osawatomie State Hospital

FY 2018 Actuals:

- Actual budget totals \$41.5 million, including \$26.7 million from SGF

FY 2019 Budget:

- Revised budget totals \$43.0 million, including \$34.6 million from SGF

FY 2020 Budget:

- Proposed budget totals \$42.3 million, including \$34.6 million from SGF

Budget

Larned State Hospital

FY 2018 Actuals:

- Actual budget totals \$66.6 million, including \$54.7 million from SGF

FY 2019 Budget:

- Revised budget totals \$70.8 million, including \$63.1 million from SGF

FY 2020 Budget:

- Proposed budget totals \$70.0 million, including \$62.2 million from SGF

Budget

Parsons State Hospital & Training Center

FY 2018 Actuals:

- Actual budget totals \$27.3 million, including \$12.3 million from SGF

FY 2019 Budget:

- Revised budget totals \$28.2 million, including \$14.0 million from SGF

FY 2020 Budget:

- Proposed budget totals \$28.2 million, including \$14.0 million from SGF

Budget

Kansas Neurological Institute

FY 2018 Actuals:

- Actual budget totals \$24.9 million, including \$10.0 million from SGF

FY 2019 Budget:

- Revised budget totals \$25.7 million, including \$11.0 million from SGF

FY 2020 Budget:

- Proposed budget totals \$26.0 million, including \$11.0 million from SGF

Supplemental Requests

OSH/AAC included supplemental funding requests:

Reduce Shrinkage Rate:

- OSH requested additional SGF to reduce the shrinkage rate and Governor Kelly recommended \$2.014M in SGF for the FY19 base budget and beyond.

DSH Revenue Shortfall:

- AAC requested and Governor Kelly recommended \$1.122M in SGF to cover the DSH shortfall for FY19. This was a funding switch from Title XIX to SGF.

Additional DSH Revenue Shortfall:

- The initial DSH revenue shortfall was calculated incorrectly, and therefore AAC continues to have a revenue shortfall. KDADS and AAC will monitor revenues and expenditures closely to determine if this shortfall can be mitigated or reduced prior to requesting a GBA.

Supplemental Requests

LSH included supplemental funding requests:

Reduce shrinkage rate:

- LSH requested additional SGF to reduce their shrinkage rate of 17.7% in FY19 and 18.4% in FY20. Governor Kelly recommended \$871,031 in SGF for the FY19 base budget and beyond.

Request for major maintenance of security electronics for State Security Program:

- LSH requested and Governor Kelly recommended \$54,405 for FY19 to upgrade the Uninterrupted Power Supply (UPS).



Supplemental Requests

PSH included supplemental funding requests:

Revenue Shortfall/Reduce Shrinkage Rate:

- PSH requested additional SGF to reduce an anticipated revenue shortfall. Governor Kelly recommended \$951,224 in SGF for the FY19 base budget and beyond.

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Supplemental Requests

KNI included supplemental funding requests:

Revenue Shortfall/Reduce Shrinkage Rate:

- KNI requested additional SGF to reduce an anticipated revenue shortfall. Governor Kelly recommended \$853,494 in SGF for the FY19 base budget and beyond.

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